

# DAILY MARKETS OVERVIEW

22 OCTOBER 2018

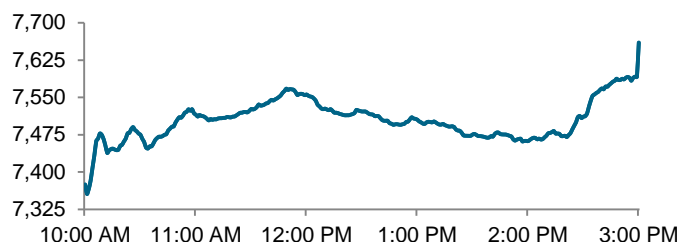
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



## TASI Intraday



Source: Reuters

## Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,660	0.2	0.2	6.0	16.1
Saudi (NOMU)	2,313	-3.1	-3.1	-26.3	7.6
Energy	4,579	-2.8	-2.8	7.0	15.6
Materials	5,365	-1.0	-1.0	6.2	16.9
Capital Goods	3,837	1.7	1.7	-11.6	16.0
Com. & Prof. Svc	3,907	-0.5	-0.5	-7.1	16.9
Transportation	3,424	-2.1	-2.1	-14.6	20.4
Cons. Durables & Apparel	3,312	-2.0	-2.0	-20.0	NA
Consumer Services	2,946	-2.4	-2.4	-20.0	16.5
Media	10,001	-3.6	-3.6	29.3	NA
Retailing	5,858	-1.8	-1.8	4.0	22.1
Food & Staples Retailing	5,286	-1.8	-1.8	-5.8	21.7
Food & Beverages	3,933	3.1	3.1	-19.7	25.6
Health Care Equipment	3,351	-1.6	-1.6	-24.6	15.8
Pharma, Biotech & Life Science	3,780	-1.4	-1.4	-4.8	24.3
Banks	7,028	1.5	1.5	27.7	12.8
Diversified Financials	3,160	-2.5	-2.5	-21.6	NA
Insurance	3,526	-2.4	-2.4	-25.4	28.6
Telecommunication	4,973	1.2	1.2	16.9	16.4
Utilities	3,357	-3.7	-3.7	-26.4	NA
REITs	3,554	-0.5	-0.5	-23.3	NA
Real Estate	3,219	-1.2	-1.2	-31.5	19.3

Source: Bloomberg, Reuters, Tadawul

## Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Industrial Export Co.	101.20	9.9%	22.1
Saudi Ceramic Co.	22.10	7.5%	32.3
Savola Group	31.45	6.8%	42.4
Saudi Cable Co.	32.10	5.6%	3.6
The Saudi British Bank	34.00	3.2%	21.4

Source: Tadawul

## Upcoming General Assembly Meetings

Company	Date
Rabigh Refining and Petrochemical Co.	22-Oct-18
Jarir Marketing Co.	28-Oct-18
Middle East Paper Co.	29-Oct-18
National Agricultural Marketing Co.	30-Oct-18
Methanol Chemicals Co.	1-Nov-18
Tabuk Cement Co.	1-Nov-18

Source: Tadawul

**NOTES:** (1) Prices as of last trade. Updated as of October 22, 2018  
(2) WTD: Week to Date and YTD: Year to Date

## Saudi Market Update

- TASI closed 0.2% higher at 7,660 while NOMU ended 3.1% lower at 2,313 on Sunday. TASI traded value totaled SAR 4.8bn and averaged SAR 3.7bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 49.9% of the daily traded value.
- Banks ended 1.5% higher while Materials closed 1.0% lower. Telecom closed 1.2% higher. Food & Beverages was the best sector performer (up 3.1%). Among stocks, Saudi Industrial Export Co. (4140/SIECO AB), Saudi Ceramic Co. (2040/SCERCO AB), and Savola Group (2050/SAVOLA AB) led the gainers.
- The number of licenses granted to foreign and domestic companies rose by 90% Y/Y to 499 in 3Q18, according to Saudi Arabian General Investment Authority (SAGIA). (Source: Argaam)
- The Governor of the Saudi Arabian General Investment Authority (SAGIA) stated the new logistics zone that would be built near King Khaled International Airport in Riyadh would be specially regulated to attract more multinational companies to the country. (Source: Argaam)
- The Director General of Agricultural Development Fund (ADF) stated KSA would allocate SAR 3.0bn (USD 800mn) to finance sustainable rural development projects. The funding would be offered under a plan developed by ADF and the Ministry of Environment, Water, and Agriculture. (Source: Argaam)
- Dar Alarkan Real Estate Development Co. (4300/ALARKAN AB) submitted a request to ETMAM, the Developers Services Centre at the Saudi Ministry of Housing, for the accreditation of three comprehensive development projects in Shams Al Riyadh, totaling over 1.9mn square meters. (Source: Argaam)
- Saudi International Petrochemical Co.'s (2310/SIPCHEM AB) CEO revealed the decline in profit for 3Q18 compared to the previous quarter was due to the shutdown of its methanol plant; however, the facility would fully resume operations in 7–10 days. (Source: Argaam)
- Saudi Electricity Co. (5110/SECO AB) stated Saudi Aramco would start receiving dividends from the company going forward, following Cabinet decision that dues owed to Saudi Aramco would be settled from its profit share in SEC for the period starting from the inception of the utility until September 10, 2018. (Source: Argaam)

## Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Industrial Services Co.	11.44	-6.1%	13.8
Middle East Paper Co.	18.70	-5.3%	4.5
Buruj Cooperative Insurance Co.	18.78	-5.3%	5.3
Al-Baha Investment & Development Co.	14.48	-4.9%	8.3
The Mediterranean & Gulf Insurance & Reinsurance Co.	13.44	-4.8%	19.9

## Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	125.00	0.2%	772
Al Rajhi Bank	88.00	2.3%	572
Alinma Bank	20.34	-1.7%	511
Saudi Kayan Petrochemical Co.	15.04	-3.0%	271
National Commercial Bank	43.80	1.4%	250

Source: Tadawul

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## GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,735	-0.8	-0.8	-18.8	7.3
Abu Dhabi (ADX)	4,943	-0.9	-0.9	12.4	13.1
Kuwait (KSE)	5,130	-0.2	-0.2	0.0	15.9
Qatar (QE)	10,154	-0.4	-0.4	19.1	15.8
Oman (MSM)	4,453	0.2	0.2	-12.7	10.2
Bahrain (BSE)	1,322	-0.1	-0.1	-0.7	8.9
DJMENA Index	552	-0.1	-0.1	4.9	NA

Source: Bloomberg, Reuters

## Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,768	0.0	0.0	3.5	19.8
US (NASDAQ 100)	7,449	-0.5	-0.6	7.9	22.7
UK (FTSE 100)	7,050	0.3	0.8	-8.3	15.7
Germany (DAX)	11,554	-0.3	0.3	-10.6	13.6
France (CAC 40)	5,085	-0.6	-0.2	-4.3	16.2
Russia (MICEX)	2,345	-1.4	-2.4	11.1	6.3
Japan (Nikkei)	22,532	-0.6	-0.7	-1.0	16.2
Hong Kong (HSI)	25,561	0.4	-0.9	-14.6	9.8
South Korea (KOSPI)	2,156	0.4	-0.3	-12.6	10.4
China (SHCOMP)	2,550	2.6	-2.2	-22.9	12.0
India (NIFTY)	10,304	-1.4	-1.6	-2.2	21.0
Brazil (IBOV)	84,220	0.4	1.6	10.2	19.6
Turkey (BIST 100)	96,455	-1.0	-0.2	-16.4	7.3
Egypt (EGX30)	13,644	0.0	2.7	-9.1	NA
MSCI Emerging Markets	971	0.1	-0.9	-16.1	11.7
MSCI World	2,062	-0.1	-0.1	-2.0	17.6

Source: Bloomberg, Reuters

## Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	79.8	0.6	-0.8	19.3	39.4
Natural Gas (\$/mmbtu)	3.3	1.6	2.8	15.8	5.8
Gold (\$/oz)	1,227	0.1	0.7	-6.1	-4.9
Silver (\$/oz)	14.6	0.0	-0.2	-14.6	-15.5
Platinum (\$/oz)	831	0.3	-0.9	-10.8	-10.2
Copper (\$/t)	6,228	1.1	-1.4	-13.6	-10.2
Zinc (\$/t)	2,677	-2.0	0.0	-19.8	-15.6
Lead (\$/mt)	1,966	-1.3	-3.5	-21.2	-21.1
Wheat (\$/bu)	515	0.3	-0.5	10.5	0.5
Corn (\$/bu)	367	-1.0	-1.8	-4.4	-7.0
Sugar (\$/lb)	13.9	0.1	6.3	-8.7	-8.9

Source: Bloomberg

## Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.48	0.01	0.78	0.00
Saudi Arabia	2.74	0.00	0.84	0.26
UAE	2.64	-0.01	0.85	0.17
Kuwait	2.06	0.00	0.19	-0.41
Qatar	2.81	0.01	0.17	0.34
Bahrain	3.70	0.00	0.98	1.22

Source: Reuters

**NOTES:** (1) Prices updated as of October 22, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, \*Spread = US 3M Rate – Country 3M Rate

## GCC & Global Markets Update

- Global markets were closed for trading on Sunday.
- Asian markets are trading in green on Monday. China is trading 4.2% higher. Japan and South Korea are up 0.5% and 0.1%, respectively. Hong Kong and India are trading 2.8% and 0.1% higher, respectively.
- GCC markets ended mixed on Sunday. Dubai and Abu Dhabi closed 0.8% and 0.9% lower, respectively. Kuwait and Qatar ended 0.2% and 0.4% lower, respectively. Oman increased 0.2% while Bahrain decreased 0.1%.
- Standard & Poor's stated the overbanked status of the Bahraini banking system fosters intense competition and squeezes interest margins, adding that numerous banks in Bahrain contrast with a small economy and bankable population. (Source: Argam)
- The Business Registration and Licensing (BRL) sector of the Department of Economic Development (DED), Dubai, issued 13,825 new licenses in the first nine months of 2018. Among the new licenses issued, 61.2% were Commercial, 36.4% Professional, 1.2% related to Tourism, and 1.1% Industrial. (Source: Zawya)
- The UAE Cabinet has approved the National Policy for Senior Emiratis (NPSE) to ensure senior citizens' wellbeing as part of the UAE Vision 2021 and the UAE Centennial Strategy 2071. NPSE is based on an integrated care system to ensure that seniors remain active and facilitate their access to services. (Source: Trade Arabia)
- Bahrain's Ministry of Works, Municipalities Affairs, and Urban Planning revealed work has been completed on the exit from Buri village toward the Shaikh Khalifa bin Salman highway project and also the creation of a right-turn lane at the Wali Al Ahd roundabout. (Source: Trade Arabia)
- Dubai Electricity and Water Authority (Dewa) awarded contracts worth AED 382mn (USD 89.2mn) for the supply of 1,548 km of 11 kilovolt (kV) power cables. It is expected the manufacture and supply of these cables would be completed by September 2019. (Source: Trade Arabia)
- Dubai's Roads and Transport Authority (RTA) commenced the initial phase of Latifa bint Hamdan Street and Umm Al Sheef Street, a key AED 800mn (USD 218mn) highways project in the emirate. Phase 2 of the project would be opened in 1Q19. (Source: Arabian Business)
- Dubai-based ENOC Group signed an agreement with Malta-based Enemed to strengthen cooperation for capital projects in Malta and other international markets. (Source: Arabian Business)
- Dubai invited bids for the largest substructure package in the world for its second airport, Al Maktoum International Airport, which is set to become the primary airport for Dubai, as well as home to Emirates Airline from 2025. (Source: Trade Arabia)

## Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended October 19 (prior: 6.5mn barrels) will be announced on October 24. (Source: Econoday)
- US New Home Sales for the month of September (prior: 629K) will be announced on October 24. (Source: Econoday)
- US jobless claims for the week ended October 20 (prior: 210K; consensus: 212K) will be announced on October 25. (Source: Econoday)



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### SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

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